

**THIS CONTRACT IS SUBJECT TO ARBITRATION PURSUANT TO
THE MONTANA UNIFORM ARBITRATION ACT**

1. PARTIES

The Montana Department of Corrections (DEPARTMENT) and **Yellowstone City-County Health Department (CONTRACTOR)** enter into this Contract (**03-013-MWP**). The parties names, addresses, telephone numbers, and Federal Employee Identification Number (Contractor only) is as follows:

Montana Department of Corrections
Montana Women's Prison
1539 11th Avenue
PO Box 201301
Helena, MT 59620-1301
(406) 444-3930

*Yellowstone City-County Health Department
Deering Clinic
123 South 27th
Billings, MT 59101
(406) 247-3350*

DEPARTMENT AND CONTRACTOR, AS PARTIES TO THIS CONTRACT AND FOR THE CONSIDERATION SET FORTH BELOW, AGREE AS FOLLOWS:

2. DUTIES/RESPONSIBILITIES OF THE CONTRACTOR

CONTRACTOR agrees to provide medical care and management to inmates housed at the Montana Women's Prison (MWP) in Billings, Montana. Medical care and management provided by CONTRACTOR shall include, but is not necessarily limited to:

1. On-site primary care of inmates, using advanced diagnostic skills, conducting physical examinations, diagnosing and treating various health complaints and illnesses, and performing routine lab procedures, such as dipstick UA and strep screens.
2. Supervision and treatment of sick call requests - triaging the seriousness of health complaints to ensure the most serious and/or urgent concerns are first evaluated and treated.
3. Conduct receiving screenings and intake physical exams, including pelvic exams and mammograms as prescribed by DOC policy.
4. Prescribe and order medications from the Department-contracted pharmacy provider. Medications shall be prescribed in accordance with the protocol for use of formulary and non-formulary drugs authorized by DEPARTMENT. Suggested changes to the formulary shall be submitted to the Department Medical Director for review and approval.
5. Ordering laboratory tests and procedures, imaging services, prescribing diet, and other ancillary services, as appropriate.
6. Administration of local anesthetics, performing minor surgery (i.e. suture of minor lacerations), removal of skin lesions, and aspiration/injection of joints.
7. Referral [and arrangement] of patients for specialty care and outpatient/inpatient hospitalizations, ensuring precertification of scheduled inpatient admissions with APS Healthcare.

- a. CONTRACTOR shall obtain prior approval from the Department Medical Director for all off-site referrals. CONTRACTOR shall not engage the off-site referral in the absence of approval, except that urgent matters will be reported following treatment.
8. Ensuring inmates with chronic illness or disease, such as diabetes, asthma, hypertension, cardiac/pulmonary conditions, etc., are identified and regularly scheduled for follow-up.
9. Cooperation with the Department's Case Manager/Managed Care nurse and Medical Director in an effort to contain costs and remain within existing budgets while being aware of the inmates' right to access medical care.
10. Supervision, evaluation, and training of CONTRACTOR staff providing services under this Contract.
11. Participate in DEPARTMENT'S Continuous Quality Improvement (CQI) program by providing clinical expertise and strategies for improvement of services.
12. Comply with DOC policy, including decisions of the Medical Review Panel.
13. Supervise CONTRACTOR compliance with the Nurse Practices Act, the directives of the Board of Medical Examiners, the Board of Pharmacy, and other applicable regulatory bodies.
14. Cooperate with all DEPARTMENT staff in any matter related to medical care.
15. Assist DEPARTMENT in its leadership role towards obtaining and maintaining compliance with the Health Insurance Portability and Accountability Act (HIPAA), as it pertains to correctional facilities.
16. Coordinate the provision of services with mental health providers and the mental health community liaison for discharge/transition planning.
17. Coordinate discharge planning and referral to community resources.

3. COMPENSATION/BILLING

DEPARTMENT shall compensate CONTRACTOR for successful delivery of services, provided pursuant to Section 2, in the following manner:

- A. DEPARTMENT shall pay CONTRACTOR **\$28,640.02 per month**, not to exceed three hundred forty three thousand, six hundred eighty and 24/100 dollars (\$343,680.24) annually for the services described in Section 2 above.
- B. **Physical Therapy, Nutritional and Laboratory Services:** CONTRACTOR shall bill DEPARTMENT on a fee-for-service/test basis at the CONTRACTOR'S Blue Cross Blue Shield of Montana fee schedule. CONTRACTOR shall use the HCFA 1500 claim form and submit it to the DEPARTMENT'S agent, Blue Cross Blue Shield of Montana, c/o **Department of Corrections Medical Program, Box 5019, Great Falls MT 59403.**
- C. DEPARTMENT agrees to pay CONTRACTOR on a monthly basis, in advance, within 10 days following receipt of a correct invoice.

- D. DEPARTMENT may withhold payments to CONTRACTOR if CONTRACTOR has not performed in accordance with the terms of this Contract.
- E. The Contract number must be referenced on all invoices and correspondence pertaining to this Contract.

4. AGENCY ASSISTANCE

To the extent possible, CONTRACTOR shall use its own facilities and equipment in providing the services set forth in Section 2. However, the parties recognize that services provided to DEPARTMENT will occur within the confines of a secure correctional facility necessitating the use of DEPARTMENT facilities and equipment including, but not limited to, access to inmate records, work space within a correctional facility, and telephone service.

5. TIME OF PERFORMANCE

This Contract shall take effect on September 1, 2002 and shall terminate on June 30, 2003, unless terminated earlier in accordance with the terms of this Contract. This Contract may, upon mutual agreement and according to the terms of the existing Contract, be renewed for a period not to exceed a total of five (5) additional years.

6. LIAISONS AND NOTICE

- A. Jo Acton, 701 South 27th, Billings MT 59101 (247-5100) or successor serves as DEPARTMENT'S liaison.
- B. Doug Moore, 123 South 27th, Billings MT 59101 (247-3351) or successor serves as CONTRACTOR'S liaison.
- C. All notices and invoices required in this Contract shall be in writing, properly addressed to the liaison in (A) and (B) above, mailed first-class, postage prepaid. All notices sent via U.S. Postal Service are deemed effective on the date of postmark. Notices and invoices mailed through another carrier (e.g., UPS or FedEx) are effective upon receipt.

7. OWNERSHIP AND PUBLICATION OF MATERIALS

All materials CONTRACTOR develops or utilizes (i.e., reports, spreadsheets, etc.) in performing the services set forth in Section 2 above shall be the sole property of DEPARTMENT.

8. COMPLIANCE WITH WORKERS' COMPENSATION ACT

- A. Neither CONTRACTOR nor its employees are employees of the State. In accordance with sections 39-71-120, 39-71-401, and 39-71-405, MCA, Contractors are required to comply with the provisions of the Montana Workers' Compensation Act while performing work for the State of Montana. CONTRACTOR shall provide proof of compliance in the form of workers' compensation insurance, an independent contractor exemption, or documentation of corporate officer status and maintain such insurance, exemption, or corporate officer status for the duration of the contract. CONTRACTOR shall submit a copy of all renewals of expired insurance and exemptions to: Department of Corrections, Fiscal Bureau, Attn: Contracts Manager, PO Box 201301, Helena, MT 59620-1301.

- B. It is the intent of the parties that CONTRACTOR'S physician and mid-level providers shall be provided the immunization, defense and indemnification provided all public officers and employees for civic liability pursuant to Title 2, Chapter 9, Parts 1-3, MCA.

9. HOLD HARMLESS AND INDEMNIFICATION

- A. CONTRACTOR agrees that he is financially responsible (liable) for any audit exceptions or other financial loss to DEPARTMENT due to the negligence, intentional acts, or failure for any reason to comply with terms of this Contract.
- B. CONTRACTOR agrees to protect, defend, and save DEPARTMENT, its elected and appointed officials, agents and employees, while acting with the scope of their duties as such, harmless from and against all claims, demands, and causes of action of any kind or character, including the cost of defense thereof, arising in favor of CONTRACTOR'S employees or third parties on account of bodily or personal injuries, death, or damage to property arising out of services performed or omissions of services or in any way resulting from the acts or omissions of CONTRACTOR and/or its agents, employees, subcontractors, or representatives. Nothing herein shall be construed as an agreement by CONTRACTOR to release, indemnify and hold harmless DEPARTMENT, its officials, agents, or employees from liability for damage or injury to persons or property caused by the negligence, carelessness, or intentional acts of DEPARTMENT, its officials, agents, or employees, unless said officials, agents, or employees are acting under the direction or control of CONTRACTOR.

10. INSURANCE

- A. **General Requirements:** CONTRACTOR shall maintain for the duration of the Contract, at its cost and expense, insurance against claims for injuries to persons or damages to property, including contractual liability, which may arise from or in connection with the performance of the work by CONTRACTOR, agents, employees, representatives, assigns, or subcontractors. This insurance shall cover such claims as may be caused by any negligent act or omission.

Primary Insurance: CONTRACTOR'S insurance coverage shall be primary insurance as respect to the State, its officers, officials, employees, and volunteers and shall apply separately to each project or location. Any insurance or self-insurance maintained by the State, its officers, officials, employees or volunteers shall be in excess of CONTRACTOR'S insurance and shall not contribute with it.

Deductibles and Self-Insured Retentions: Any deductible or self-insured retention must be declared to and approved by DEPARTMENT. At the request of DEPARTMENT either: (1) the insurer shall reduce or eliminate such deductibles or self-insured retentions as respects the State, its officers, officials, employees, and volunteers; or (2) CONTRACTOR shall procure a bond guaranteeing payment of losses and related investigations, claims administration, and defense expenses.

Certificate of Insurance/Endorsements: A certificate of insurance from an insurer with a Best's rating of no less than A- indicating compliance with the required coverage's must be received by the Contracts Manager, PO Box 201301, Helena, MT 59620-1301 prior to start of work under this Contract. CONTRACTOR must immediately notify DEPARTMENT of any material change

in insurance coverage, such as changes in limits, coverage's, policy status, etc. DEPARTMENT reserves the right to require complete copies of insurance policies at all times.

- B. **Specific Requirements for Commercial General Liability:** CONTRACTOR shall purchase and maintain occurrence coverage with combined single limits for bodily injury, personal injury, and property damage of one million dollars (\$1,000,000) per occurrence and two million dollars (\$2,000,000) aggregate per year to cover such claims as may be caused by any act, omission, or negligence of CONTRACTOR or its officers, agents, representatives, assigns or subcontractors.

Additional Insured Status: The State, its officers, officials, employees, and volunteers are to be covered as additional insureds; for liability arising out of activities performed by or on behalf of CONTRACTOR, including the insured's general supervision of CONTRACTOR; products and completed operations; premises owned, leased, occupied, or used.

- C. **Specific Requirements for Professional Liability:** CONTRACTOR shall purchase and maintain occurrence coverage with combined single limits for each wrongful act of one million dollars (\$1,000,000) per occurrence and three million dollars (\$3,000,000) aggregate per year to cover such claims as may be caused by any act, omission, negligence of CONTRACTOR or its officers, agents, representatives, assigns or subcontractors. Note: if "occurrence" coverage is unavailable or cost prohibitive, CONTRACTOR may provide "claims made" coverage provided the following conditions are met: (1) the commencement date of the Contract must not fall outside the effective date of insurance coverage and it will be the retroactive date for insurance coverage in future years; and (2) the claims made policy must have a three year tail for claims that are made (filed) after the cancellation or expiration date of the policy.

11. **ACCESS AND RETENTION OF RECORDS**

CONTRACTOR agrees to provide DEPARTMENT, the Legislative Auditor, or their authorized agents with access to any records necessary to determine Contract compliance (Ref. 18-1-118, MCA). CONTRACTOR agrees to create and retain all records supporting the services rendered and/or supplies delivered for a period of three years after either the completion date of this Contract or the conclusion of any claim, litigation, or exception relating to this Contract taken by the State of Montana or a third party.

12. **PUBLIC INFORMATION**

CONTRACTOR recognizes that this Contract may be subject to public inspection pursuant to Article 2, § 9 of the Montana Constitution. DEPARTMENT has a limited ability to assert a privacy interest in the subject matter of the Contract particularly with respect to information which is in the nature of a "trade secret" as the phrase is defined in federal law. In any event, CONTRACTOR agrees to hold DEPARTMENT harmless from any injury caused, in whole or in part, by the review of this agreement by an entity authorized to do so pursuant to Article 2, § 9 of the Montana Constitution.

13. **ASSIGNMENT, TRANSFER AND SUBCONTRACTING**

CONTRACTOR shall not assign, sell, transfer, subcontract or sublet rights, or delegate duties under this Contract, in whole or in part, without the prior written approval of DEPARTMENT. No such written approval shall relieve CONTRACTOR of any obligation of this Contract and any transferee or subcontractor shall be considered the agent of CONTRACTOR. CONTRACTOR shall remain liable as between the original parties to the Contract as if no such assignment had occurred.

14. **AMENDMENTS**

All amendments to this Contract shall be in writing and signed by the parties.

15. COMPLIANCE WITH LAWS

CONTRACTOR must, in performance of work under the Contract, fully comply with all applicable federal, state, or local laws, rules and regulations, including the Montana Human Rights Act, the Civil Rights Act of 1964, the Age Discrimination Act of 1975, the Americans with Disabilities Act of 1990, and Section 504 of the Rehabilitation Act of 1973. Any subletting or subcontracting by CONTRACTOR subjects subcontractors to the same provision. In accordance with section 49-3-207, MCA, CONTRACTOR agrees that the hiring of persons to perform the Contract will be made on the basis of merit and qualifications and there will be no discrimination based upon race, color, religion, creed, political ideas, sex, age, marital status, physical or mental disability, or national origin by persons performing the Contract.

16. TERMINATION AND DEFAULT

- A. DEPARTMENT may, by written notice to CONTRACTOR, terminate this Contract in whole or in part at any time CONTRACTOR fails to perform as required in this Contract.
- B. Either party may terminate this Contract without cause by providing written notice to the other as described in this paragraph. The party desiring to terminate the Contract shall provide written notice to the other, which notice will establish a termination date not less than 30 days from the date of such notice. The termination of this Contract shall not limit any party's pursuit of remedies provided in this Contract or otherwise available under the laws of the State of Montana.
- C. DEPARTMENT, at its sole discretion, may terminate or reduce the scope of this Contract if available funding is reduced for any reason.
- D. Failure on the part of either party to perform the provisions of this Contract constitutes default. Default may result in pursuit of a remedy for breach of Contract including, but not limited to, monetary damages or specific performance.

17. CHOICE OF LAW AND VENUE

The laws of Montana govern this Contract. The parties agree that any mediation, arbitration or litigation concerning this Contract must be brought in the First Judicial District in and for the County of Lewis and Clark, State of Montana, and each party shall pay its own costs and attorney fees (Ref. 18-1-401, MCA).

18. LICENSURE

CONTRACTOR agrees to provide copies of current licenses and certifications that register CONTRACTOR and any associates performing under this Contract.

19. ARBITRATION

Any Claim arising out of, or related to, this Contract shall be settled by binding arbitration in accordance with the commercial arbitration rules of the American Arbitration Association. Judgment on the award rendered by the Arbitrator may be entered in any court having jurisdiction thereof.

20. INTEGRATION

This Contract contains the entire agreement between the parties and no statement, promises, or inducements made by either party or agents thereof, which are not contained in the written Contract, shall be binding or valid. This Contract shall not be enlarged, modified, or altered except upon written agreement signed by all parties to the Contract.

21. SEVERABILITY

A declaration by any court, or any other binding legal source, that any provision of this Contract is illegal and void shall not affect the legality and enforceability of any other provision of this Contract, unless the provisions are mutually dependent.

22. COMPLETED CONTRACT

DEPARTMENT cannot disburse any payments under this Contract until a fully executed original Contract is returned to the Department of Corrections, Fiscal Bureau, PO Box 201301, 1539 11th Avenue, Helena, MT 59620-1301.

SIGNATURE

DEPARTMENT

CONTRACTOR

Jo Acton, Warden
Montana Women's Prison

Lil Anderson, CEO/Health Officer
Yellowstone City-County Health
Department/Deering Clinic

Date

Date

Approved for Legal Content by:

Legal Counsel
Department of Corrections

Date

CONTRACT AMENDMENT
CONTRACT #03-013-MWP

THIS CONTRACT AMENDMENT (**Amendment #1**) is made and entered into by and between the State of Montana, Department of Corrections (DEPARTMENT) 1539 11th Ave., Helena, Montana 59620-1301 and **Yellowstone City-County Health Department (CONTRACTOR)**, 123 South 27th, Billings MT 59101 and is effective upon receipt of all signatures.

WHEREAS, the parties have entered a Contract with an original effective date of September 1, 2002 and Section 5 provides that the parties may the parties may extend the expiration date of the Contract; and

WHEREAS, the Contract expires on June 30, 2003 and Section 20 provides that the parties may modify their agreement in writing.

NOW THEREFORE, the parties agree as follows:

Section 5 is amended to read (new language underlined, old language interlined):

5. TIME OF PERFORMANCE

This Contract shall take effect on September 1, 2002 and shall terminate on ~~June 30,~~ August 31, 2003, unless terminated earlier in accordance with the terms of this Contract. This Contract may, upon mutual agreement and according to the terms of the existing Contract, be renewed for a period not to exceed a total of five (5) additional years.

This constitutes the Amendment to the Contract. All other provisions contained in the original Contract, as amended, shall remain unchanged.

DEPARTMENT

Jo Acton, Warden
Montana Women's Prison

Date

CONTRACTOR

Lil Anderson, CEO/Health Officer
Yellowstone City-County Health Department/Deering Clinic

Date

Reviewed for Legal Content by:

Legal Counsel
Department of Corrections

Date

CONTRACT AMENDMENT
CONTRACT #03-013-MWP

THIS CONTRACT AMENDMENT (**Amendment #2**) is made and entered into by and between the State of Montana, Department of Corrections (DEPARTMENT) 1539 11th Ave., Helena, Montana 59620-1301 and **Yellowstone City-County Health Department (CONTRACTOR)**, 123 South 27th, Billings MT 59101 and is effective upon receipt of all signatures.

WHEREAS, the parties have entered a Contract with an original effective date of September 1, 2002 and Section 5 provides that the parties may the parties may extend the expiration date of the Contract; and

WHEREAS, the Contract expires on June 30, 2003 and Section 20 provides that the parties may modify their agreement in writing.

NOW THEREFORE, the parties agree as follows:

Section 5 is amended to read (new language underlined, old language interlined):

5. TIME OF PERFORMANCE

This Contract shall take effect on September 1, 2002 and shall terminate on ~~August 31~~, September 30, 2003, unless terminated earlier in accordance with the terms of this Contract. This Contract may, upon mutual agreement and according to the terms of the existing Contract, be renewed for a period not to exceed a total of five (5) additional years.

This constitutes the Amendment to the Contract. All other provisions contained in the original Contract, as amended, shall remain unchanged.

DEPARTMENT

Jo Acton, Warden
Montana Women's Prison

Date

CONTRACTOR

Lil Anderson, CEO/Health Officer
Yellowstone City-County Health Department/Deering Clinic

Date

Reviewed for Legal Content by:

Legal Counsel
Department of Corrections

Date

**CONTRACT AMENDMENT
CONTRACT #03-013-MWP**

THIS CONTRACT AMENDMENT (**Amendment #3**) is made and entered into by and between the State of Montana, Department of Corrections (DEPARTMENT) 1539 11th Ave., Helena, Montana 59620-1301 and **Yellowstone City-County Health Department (CONTRACTOR)**, 123 South 27th, Billings MT 59101 and is effective upon receipt of all signatures.

WHEREAS, the parties have entered a Contract with an original effective date of September 1, 2002 and Section 5 provides that the parties may the parties may extend the expiration date of the Contract; and

WHEREAS, the Contract expires on September 30, 2003 and Section 20 provides that the parties may modify their agreement in writing.

NOW THEREFORE, the parties agree as follows:

Section 5 is amended to read (new language underlined, old language interlined):

5. TIME OF PERFORMANCE

This Contract shall take effect on September 1, 2002 and shall terminate on ~~September 30, 2003~~ August 31, 2004, unless terminated earlier in accordance with the terms of this Contract. This Contract may, upon mutual agreement and according to the terms of the existing Contract, be renewed for a period not to exceed a total of ~~five (5)~~ four (4) additional years.

This constitutes the Amendment to the Contract. All other provisions contained in the original Contract, as amended, shall remain unchanged.

DEPARTMENT

Jo Acton, Warden
Montana Women's Prison

Date

CONTRACTOR

Lil Anderson, CEO/Health Officer
Yellowstone City-County Health Department/Deering Clinic

Date

Reviewed for Legal Content by:

Legal Counsel
Department of Corrections

Date

CONTRACT AMENDMENT
CONTRACT #03-013-MWP

THIS CONTRACT AMENDMENT (**Amendment #4**) is made and entered into by and between the State of Montana, Department of Corrections (DEPARTMENT) 1539 11th Ave., Helena, Montana 59620-1301 and **Yellowstone City-County Health Department (CONTRACTOR)**, 123 South 27th, Billings MT 59101 and is effective upon receipt of all signatures.

WHEREAS, the parties have entered a Contract with an original effective date of September 1, 2002 and Section 5 provides that the parties may the parties may extend the expiration date of the Contract; and

WHEREAS, the Contract expired on September 30, 2004 and Section 20 provides that the parties may modify their agreement in writing.

NOW THEREFORE, the parties agree to amend the contract as follows (**new language underlined, old language interlined**):

2. DUTIES/RESPONSIBILITIES OF THE CONTRACTOR

CONTRACTOR agrees to provide medical care and management to inmates housed at the Montana Women's Prison (MWP) in Billings, Montana. Medical care and management provided by CONTRACTOR shall include, but is not necessarily limited to:

18. Effective December 1, 2004, CONTRACTOR will provide an increased level of services in order to complement the services described in Section 2. These increased services will be provided in the following areas: Physician services (12 hours/month); Midlevel services (12 hours/month); Administrative Assistant (full time); and, a part-time LPN. CONTRACTOR further agrees to provide DEPARTMENT, as needed, with a Registered Nurse (or higher level of provider) to observe inmates secured in the MWP medical area under an "observation" status. These inmates shall be observed during their entire length of stay in the medical area.

3. COMPENSATION/BILLING

DEPARTMENT shall compensate CONTRACTOR for successful delivery of services, provided pursuant to Section 2, in the following manner:

- A. DEPARTMENT shall pay CONTRACTOR **\$28,640.02 per month through November 30, 2004. Effective December 1, 2004, the rate will increase to \$34,680.24 per month,** not to exceed ~~three hundred forty three thousand, six hundred eighty and 24/100 dollars (\$343,680.24)~~ four hundred sixteen thousand, one hundred sixty two and 88/100 dollars (\$416,162.88) annually for the services described in Section 2 above.

5. TIME OF PERFORMANCE

This Contract shall take effect on September 1, 2002 and shall terminate on August 31, ~~2004~~ 2005, unless terminated earlier in accordance with the terms of this Contract. This Contract may, upon mutual agreement and according to the terms of the existing Contract, be renewed for a period not to exceed a total of ~~four (4)~~ three (3) additional years.

Upon expiration of this Contract, and in the absence of a new written agreement, the terms listed herein shall continue to govern the agreement between the parties until such time as a new Contract is signed.

This constitutes the Amendment to the Contract. All other provisions contained in the original Contract, as amended, shall remain unchanged.

DEPARTMENT

Jo Acton, Warden
Montana Women's Prison

Date

CONTRACTOR

Lil Anderson, CEO/Health Officer
Yellowstone City-County Health Department/Deering Clinic

Date

Reviewed for Legal Content by:

Legal Counsel
Department of Corrections

Date